



STATE BOARD OF EQUALIZATION

BOARD PROCEEDINGS DIVISION (MIC: 81)
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Controller, Sacramento

PUBLIC AGENDA NOTICE

STATE BOARD OF EQUALIZATION MEETING
FEBRUARY 22-24, 2000
450 N STREET, CAPITOL SQUARE, SACRAMENTO

E. L. SORENSEN, JR.
Executive Director

TUESDAY, FEBRUARY 22, 2000 - BOARD COMMITTEE MEETINGS*

Board Committees Convene at 1:30 p.m.

*Legislative Committee - Mr. Klehs, Chair - **ROOM 122**

Ms. Margaret Shedd, Staff - (916) 322-2376
Pending and Proposed Legislation Affecting Board Programs

*Customer Services & Administrative Efficiency Committee - Mr. Parrish, Chair- **Room 121**

Ms. Delena Bratton, Staff - (916) 445-6188
Recruitment and Retention Group Status Report

*Business Taxes Committee Mr. Chiang, Chair – **Room 121**

Mr. James Speed, Staff - (916) 445-1441
Proposed Revisions to Audit Manual Chapter 7 (Reaudit Reports and Revised Audit Reports);
Proposed Revisions to Compliance Policy and Procedures Manual Chapter 7 (Collections);
Offers in Compromise Unit Status Report

WEDNESDAY, FEBRUARY 23, 2000 - BOARD MEETING**

Convenes at 9:30 a.m. - **ROOM 121**

- Business Taxes Appeals Hearings

Convenes at 1:30 p.m. – **Room 121 - BOARD MEETING****

- Public Hearing
Property Taxes – State Assessee Presentations on Capitalization Rates & Other Factors Affecting Values, Including Valuation of Microprocessor-Controlled Telephone Switch Software
- Administrative Matter: Board Consideration of Policy on Valuation of Microprocessor-Controlled Telephone Switch Software
- Public Hearings
Proposed Amendments to Property Tax Rule 10, Trade Level for Tangible Personal Property - The proposed amendments to Rule 10 provide guidance on the valuation of property to ensure assessment uniformity and valuation of personal property at fair market value.

Proposed Property Tax Rule 153, Liquefied Petroleum Gas Tanks - Proposed Rule 153 provides guidance on the valuation of propane tanks, clarifies issues related to this type of property, provides for uniformity in the assessment of liquefied petroleum gas tanks, identifies the ultimate consumer of the tank for assessment purposes, and defines the term "liquefied petroleum gas tank" to include related equipment, apparatus, gauges and meters attached to or installed on the tank.

Proposed Amendments to Sales and Use Tax Regulation 1525.2, Manufacturing Equipment - The proposed amendments to Regulation 1525.2 permit claims for refund where the partial exemption was not originally claimed in a timely manner and is in lieu of the statutorily authorized provisions of Revenue and Taxation Code Section 6902.

Proposed Amendments to Sales and Use Tax Regulation 1587, Animal Life, Feed, Drugs and Medicines - The proposed amendments to Regulation 1587 conform the regulation to recent legislation and incorporate into the definition of "food animals" certain Food and Agricultural Code provisions.

Proposed Amendments to Sales and Use Tax Regulation 1660, Leases of Tangible Personal Property – In General - The proposed amendments to Regulation 1660 provide that real and personal property taxes are not included in the rental payments when the lessor is a bank or financial corporation.

Proposed Amendments to Sales and Use Tax Regulation 1661, Leases of Mobile Transportation Equipment - The proposed amendments to Regulation 1661 provide that real and personal property taxes are not included in the rental payments when the lessor is a bank or financial corporation.

Proposed Amendments to Sales and Use Tax Regulation 1669, Demonstration, Display and Use of Property Held for Resale – General - The proposed amendments to Regulation 1669 provide that real and personal property taxes are not included in the fair rental value of mobile transportation equipment leased while held for resale when the lessor is a bank or financial corporation.

- Business Taxes Appeals Hearings

THURSDAY, FEBRUARY 24, 2000 - BOARD MEETING**

Convenes at 9:30 a.m. - ROOM 121

- CLOSED SESSION: Pending Litigation: Wild Side West v. State Board of Equalization (Govt. Code § 11126 (e)); Settlements (R & T Code § 7093.5); Personnel Matters (Govt. Code § 11126 (a))
- Administrative Session: Executive Director's Report; Finance Letter Request Status; Board Committee Reports; **CONSENT**: Retirement Resolutions; Adoption of Board Meeting Minutes; Special Topic Survey-Assessment of Taxable Possessory Interests
- Chief Counsel Matters: Adoption of Changed Versions of Regulation 2406, Liability for Surcharge Billed Through Billing Agents; Application for Review, Equalization and Adjustment of Assessments; Taxpayers' Bill of Rights Reimbursement Claim
- Business Taxes Non-Appearance Matters: Action on Matters Previously Heard or Submitted for Decision Without Hearing; Petitions for Rehearing; Redeterminations; Relief of Penalty; Credits, Cancellations or Claims for Refunds
- Corporate Franchise and Personal Income Tax Non-Appearance Matters: Action on Matters Previously Heard or Submitted for Decision Without Hearing; Petitions for Rehearing
- Property Tax Non-Appearance Matters: Action on Matters Previously Heard or Submitted for Decision Without Hearing; Audit; Nonunitary Escape Assessment; Private Railroad Car Refunds; Board Roll Changes

- Corporate Franchise and Personal Income Tax Appeals Hearings

Janice Masterton, Chief
Board Proceedings Division

*Public comment on any committee agenda item will be accepted at the beginning of the committee meeting.

**Public comment on any agenda item, other than a Closed Session item or an item which has already been considered by a Board Committee, will be accepted at that meeting.

If substantial revisions to the published text of the regulations are approved at the hearing, the regulations will be re-published for a new hearing date. If only revisions sufficiently related to the published text of the regulations are approved, a notice containing these revisions will be mailed to those persons that commented orally or in writing or that asked to be informed of such revisions. The notice will be mailed at least 15 days prior to the scheduled Board adoption of the regulations to allow them time for additional comments.

Agenda items occur sequentially. When circumstances warrant, the Chairman may modify the order of items as they appear on the agenda. Any committee agenda item may be brought to the Board at its next meeting. The hearing location is accessible to the disabled. If you require special assistance, please contact Judy Newton at (916) 445-4394 to make special arrangements.